

COMMON COUNCIL OF THE CITY OF HOBART, INDIANA

Resolution Number 2023 - 05

**A Resolution Authorizing a Temporary Loan from the
State Road 130 & Downtown Economic Development Area Allocation Fund
to the U.S. 30 & 69th Avenue Economic Development Area Allocation Fund**

WHEREAS, the City of Hobart Redevelopment Commission ("RDC"), the governing body of the City's Department of Redevelopment and the Redevelopment District of the City, exists and operates under the provisions of I.C. 36-7-14, as amended from time to time (the "Act");

WHEREAS, with the approval of the Common Council ("Council"), the RDC has previously established the U.S. 30 & 69th Avenue Economic Development Area to be an economic development area (the "U.S. 30 Area") and an allocation area within the meaning of the Act, and designated the U.S. 30 Area as Allocation Area No. 1 under Section 39 of the Act;

WHEREAS, the RDC, in accordance with the Act, has previously established the City of Hobart, Department of Redevelopment, U.S. 30 and 69th Avenue Economic Development Area, Allocation Area No. 1 Allocation Fund (the "U.S. 30 Allocation Area No. 1 Fund");

WHEREAS, with the approval of the Council, the RDC has previously established the State Road 130 Industrial Area and Greater Downtown Hobart Redevelopment Area to be a redevelopment area and an allocation area within the meaning of the Act, and designated the area as the "2008 Expansion Allocation Area" (the "SR 130 & Downtown Allocation Area") under Section 39 of the Act;

WHEREAS, the RDC, in accordance with the Act, has previously established the City of Hobart, Department of Redevelopment, Hobart Redevelopment Area, Allocation Area No. 1 Allocation Fund for the SR 130 & Downtown Allocation Area (the "SR 130 & Downtown Allocation Fund");

WHEREAS, certain increases in property tax assessments in each area have been captured and deposited into two respective funds of the City solely for the uses authorized by law, the first being known as Fund 4445 (the SR 130 & Downtown Allocation Fund) and the other known as Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund);

WHEREAS, the Colorado Street at U.S. 30 Federal Safety Project, which is a Highway Safety Improvement Program ("HSIP") project (the "Project"), is included in the U.S. 30 & 69th Avenue Economic Development Plan;

WHEREAS, the Project is ready to be let and the U.S. 30 Allocation Area No. 1 Fund does not yet have sufficient funds on hand to pay certain Project costs which will not be fully covered by matching and other funds received for the Project;

WHEREAS, the RDC has projected tax increment revenues in the U.S. 30 Area to be sufficient in the future to cover the costs of the Project, but such revenues are not available immediately and it will be necessary to have funds to move the Project forward to control construction costs which are at significant risk of substantially increasing due to inflationary pressure;

WHEREAS, temporary transfers are authorized by law under the provisions of I.C. 36-1-8-4(a) between funds of a political subdivision under the conditions stated in the statute;

WHEREAS, Fund 4445 (the SR 130 & Downtown Allocation Fund) has more than three million dollars (\$3,000,000.00) on deposit from which few expenditures will be necessary for the near future, and Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) is expected to receive tax increment distributions sufficient to repay a temporary transfer from Fund 4445;

WHEREAS, the RDC, in its Resolution No. 2023-01, has authorized and approved a temporary transfer of an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 to Fund 4455, with appropriate repayment obligations, subject to adoption and approval by the Council; and

WHEREAS, the Council desires to authorize and approve a temporary transfer of an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 to Fund 4455, with the following repayment obligations, and to spread such action upon the public record.

THEREFORE, BE IT RESOLVED, by the Common Council of the City of Hobart, Indiana, that:

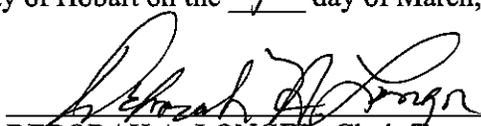
1. A temporary transfer and loan in an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 (the SR 130 & Downtown Allocation Fund) to Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) is hereby approved and authorized.
2. The proper officers of the City, as well as the President of the Redevelopment Commission, acting with and through the RDC's professional staff, are hereby empowered to execute and deliver all documents, and take all actions, necessary and desirable to carry out and complete the loan transfer, the repayment thereof, and the proper allocation of loan proceeds and repayments among the respective and appropriate Funds as required by law.
3. The full amount of the loan transfer shall be repaid on or before December 31, 2023, unless the Common Council authorizes some other action allowed by law.

ALL OF WHICH IS ADOPTED on this 1st day of March, 2023 by the Common Council of the City of Hobart, Indiana.


BRIAN K. SNEDECOR, Presiding Officer
~~Matthew Claassen,~~

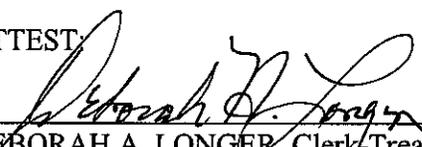
ATTEST: 
DEBORAH A. LONGER, Clerk-Treasurer

PRESENTED by me to the Mayor of the City of Hobart on the 1st day of March, 2023, at 7:00 a.m./p.m.


DEBORAH A. LONGER, Clerk-Treasurer

APPROVED, SIGNED, AND RETURNED by me to the Common Council of the City of Hobart, on this 2nd day of March, 2023.


BRIAN K. SNEDECOR, Mayor

ATTEST: 
DEBORAH A. LONGER, Clerk-Treasurer

REDEVELOPMENT COMMISSION OF THE CITY OF HOBART, INDIANA

Resolution Number 2023 - 01

**A Resolution Authorizing a Temporary Loan from the
State Road 130 & Downtown Economic Development Area Allocation Fund
to the U.S. 30 & 69th Avenue Economic Development Area Allocation Fund**

WHEREAS, the City of Hobart, Indiana Redevelopment Commission ("RDC"), the governing body of the City's Department of Redevelopment (the "Department") and the Redevelopment District of the City (the "Redevelopment District"), exists and operates under the provisions of IC 36-7-14, as amended from time to time (the "Act");

WHEREAS, the RDC has previously adopted a Declaratory Resolution declaring the U.S. 30 & 69th Avenue Economic Development Area to be an economic development area within the meaning of the Act (the "U.S. 30 Area") and, in Resolution No. 2019-13, designating the U.S. 30 Area as Allocation Area No. 1 under Section 39 of the Act;

WHEREAS, the RDC, in accordance with the Act, has previously established the City of Hobart, Department of Redevelopment, U.S. 30 and 69th Avenue Economic Development Area, Allocation Area No. 1 Allocation Fund (the "U.S. 30 Allocation Area No. 1 Fund");

WHEREAS, the RDC has previously adopted a Declaratory Resolution declaring the State Road 130 Industrial Area and Greater Downtown Hobart Redevelopment Area to be a redevelopment area within the meaning of the Act and designated the area as the "2008 Expansion Allocation Area" (the "SR 130 & Downtown Allocation Area") under Section 39 of the Act;

WHEREAS, the RDC, in accordance with the Act, has previously established the City of Hobart, Department of Redevelopment, Hobart Redevelopment Area, Allocation Area No. 1 Allocation Fund for the SR 130 & Downtown Allocation Area (the "SR 130 & Downtown Allocation Fund");

WHEREAS, certain increases in property tax assessments in each area have been captured and deposited into two respective funds of the City solely for the uses authorized by law, the first being known as Fund 4445 (the SR 130 & Downtown Allocation Fund) and the other known as Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund);

WHEREAS, the Colorado Street at U.S. 30 Federal Safety Project, which is a Highway Safety Improvement Program ("HSIP") project (the "Project"), is included in the U.S. 30 & 69th Avenue Economic Development Plan;

WHEREAS, the Project is ready to be let and the U.S. 30 Allocation Area No. 1 Fund does not yet have sufficient funds on hand to pay certain Project costs which will not be fully covered by matching and other funds received for the Project;

WHEREAS, the RDC has projected tax increment revenues in the U.S. 30 Area to be sufficient in the future to cover the costs of the Project, but such revenues are not available immediately and it will be necessary to have funds to move the Project forward to control construction costs which are at significant risk of substantially increasing due to inflationary pressure;

WHEREAS, temporary loans are authorized by law under the provisions of I.C. 36-1-8-4(a) between funds of a political subdivision under the conditions stated in the statute;

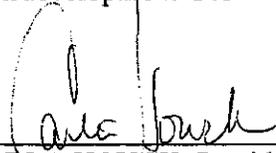
WHEREAS, Fund 4445 (the SR 130 & Downtown Allocation Fund) has more than three million dollars (\$3,000,000.00) on deposit from which few expenditures will be necessary for the near future, and Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) is expected to receive tax increment distributions sufficient to repay a temporary loan from Fund 4445; and

WHEREAS, the RDC desires to authorize and approve a temporary borrowing of an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 to Fund 4455, with appropriate repayment obligations, and to spread such action upon the public record.

THEREFORE, BE IT RESOLVED, by the Redevelopment Commission of the City of Hobart, Indiana, that:

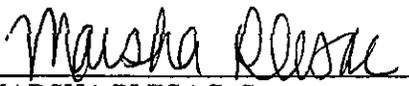
1. A temporary loan in an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 (the SR 130 & Downtown Allocation Fund) to Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) is hereby approved and authorized.
2. The President of the Redevelopment Commission, acting with and through the RDC's professional staff and the City's Clerk-Treasurer, is hereby empowered to execute and deliver all documents, and take all actions, necessary and desirable to carry out and complete the loan, the repayment thereof, and the proper allocation of loan proceeds and repayments among the respective and appropriate Funds as required by law.
3. The RDC hereby requires that the full amount of the loan be repaid on or before December 31, 2023, unless the Common Council of the City of Hobart authorizes some other action allowed by law.
4. This Resolution shall take effect upon the adoption and approval hereof by the Common Council of the City of Hobart.

ALL OF WHICH is adopted as the Resolution of the Redevelopment Commission of the City of Hobart on this 21st day of February, 2023.



CARLA HOUCK, President

ATTEST:



MARSHA PLESAC, Secretary

Regular meetings are held on the 1st and 3rd Wednesdays of each month in the Council Chambers, 2nd floor, Hobart City Hall

CITY OF HOBART

AGENDA ITEM REQUEST FORM

(Please Print)

Meeting Date: March 1, 2023

Board of Public Works (3:30 p.m.)

Common Council (6:00 p.m.)

Item to be Added to Agenda: Resolution 2023-05 Authorizing a
Temporary Loan from the State Road 130 + Downtown EDA Allocation
Fund to the US 30 + 69th Ave EDA Allocation fund.
Brief Description of Request for Consideration:

Authorizing a temporary loan for the Colorado + US 30
Federal Safety Project in the amount of 393,000

Supporting Documentation Attached: RDC Resolution 2023-01

Request Submitted by: Beth Jacobson

Address (Department): Economic Development

Phone Number (Ext.): 210-942-5517

Date Submitted: 2/21/2023

Turn in Completed Request Form to the Clerk-Treasurer's Office, Hobart City Hall